From: Sherwood Botsford To: Microsoft ATR Date: 12/6/01 3:57pm

Subject: Proposed discipline for Microsoft.

I have several possible actions that DOJ could take against Microsoft:

Alternative 1:

MS be required to license their software free of charge to any group that can demonstrate that:

A. It is a recognized charity under the laws of that country. or

B. It is a reconnized not for profit educational establishment under the laws of that country.

This agreement would be binding on MS forever.

Such licensing would not enable the recipient to technical support other than access to MS's web site. It would not include media and manuals, but would not prevent the user from duplicating media and manuals on their own. Microsoft could charge a reasonable charge for media and manuals.

Alternative 2:

Microsoft be forbidden to sell an OEM version of it's operating systems for a period of 10 years. That is, a computer seller would not be able to preinstall any Microsoft OS. Only the final owner could break the shrinkwrap. (Much like the tags on mattresses and sleeping bags.)

This would have the effect of increasing the chance for competative operating systems to get a foothold.

Alternative 3:

Microsoft be split into two companies, one selling operating systems one selling software packages. The two companies would not be allowed to any directors in common. Any present shareholder owning more than 1/10 of 1% of the outstanding shares would have 1 year to divest themselves of one of the two companies. (This insures that they are separate companies.) For a period of 5 years, no consulting company could do work for both companies.

One of the resulting companies would be required to move outside the Seattle Metro area within 3 years.

Alternative 4:

Any person who can demonstrate that they have purchased any version of a MS operating system at any point in the past either by showing:
A. Original installation disk or CD
B. Original license agreement with serial number.

- C. Itemized sales receipt.

Be entitled to an upgrade anytime within the next 5 years to whatever OS they choose from MS's line at the time. This would be subject to a small media and shipping fee: Maximum \$20